## AMENDMENTS TO THE CLAIMS

This listing of claims will replace all prior versions and listings of claims in the application:

## LISTING OF CLAIMS:

Claims 1-6 (canceled).

7. (currently amended): A method of preparing a clear aqueous composition, which is not irritating to the skin, consisting essentially of 1.0 to 5.0% by weight of a ceramide represented by formula (I):

wherein  $R_1$  represents a hydrocarbon group having 9 to 17 carbon atoms; and  $R_2$  represents an acyl group having 2 to 30 carbon atoms which can contain a hydroxyl group,

comprising adding water to a lipid composition consisting essentially of (A) said ceramide, (B) a long-chain fatty acid having 12 to 24 carbon atoms, and (C) a nonionic surface active agent, and (E) optionally a sterol compound, and which components (A), (B), (C) and optionally (E) are being uniformly mixed while heating at 80 to 120°C and (F) polyhydric alcohol which has been heated to 80 to 100120°C is added to the lipid composition and mixed

2

while heating, and water which has been heated to 80 to 100°C is added thereto, and the resulting mixture is then allowed to cool to room temperature.

Claims 8-11 (canceled).

- 12. (previously presented): The method of claim 15, wherein the long-chain fatty acid is at least one of isostearic acid and oleic acid.
- 13. (previously presented): The method of claim 15, wherein the non-ionic surface active agent is a polyoxyethylene hydrogenated castor oil.
- 14. (previously presented): The method of claim 15, wherein there is further added to the water and the lipid composition cholesterol.
- 15. (previously presented): The method of claim 7, wherein said ceramide represented by formula (I) is an optically active ceramide of natural type represented by formula (II):

$$R_1$$
  $=$  OH  $=$ 

wherein  $R_1$  and  $R_2$  are as defined in claim 7.

- 16. (previously presented): The method of claim 15, wherein the long-chain fatty acid is isostearic acid and oleic acid in combination.
- 17. (previously presented): The method of claim 16, wherein the non-ionic surface active agent is a polyoxyethylene hydrogenated castor oil and wherein there is further added to the water and the lipid composition cholesterol.
- 18. (previously presented): The method of claim 15, wherein the compound represented by formula (II) is selected from the group consisting of:
  - (2S, 3R)-2-tetradecanoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-hexadecanoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-octadecanoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-nonadecanoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-eicosanoylaminooctadecane-1,3-diol,
  - (2S,3R)-2-oleoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-linoleoylaminooctadecane-1,3-diol,
  - (2S, 3R)-2-(2-hydroxyhexadecanoyl) aminooctadecane-1,3-diol,
  - (2S,3R)-2-(3-hydroxyhexadecanoyl) aminooctadecane-1,3-diol,
  - (2S, 3R)-2-tetradecanoylaminohexadecane-1,3-diol,
  - (2S, 3R)-2-hexadecanoylamiohexadecane-1,3-diol,
  - (2S, 3R)-2-octadecanoylaminohexadecane-1,3-diol,

- (2S, 3R)-2-nonadecanoylaminohexadecane-1,3-diol,
- (2S, 3R)-2-eicosanoylaminohexadecane-1,3-diol,
- (2S, 3R)-2-oleoylaminohexadecane-1,3-diol,
- (2S, 3R)-2-linoleoylaminohexadecane-1, 3-diol, and
- (2S, 3R) -2-(2-hydroxyhexadecanoyl) aminohexadecane-1,3-diol.
- 19. (previously presented): The method according to claim 15, wherein the compound of formula (II) is (2S, 3R)-2-octadecanoylaminooctadecane-1,3-diol.
- 20. (previously presented): The method according to claim 17, wherein the compound of formula (II) is (2S, 3R)-2-octadecanoylaminooctadecane-1,3-diol.